Government of
Saskatchewan

2006 – 2007
Annual Report

Saskatchewan
Teachers'
Superannuation
Commission

Superannuation

Group Life Insurance

Dental

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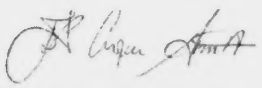
Letter of Transmittal

The Honourable Ken Krawetz
Minister in Charge
Teachers' Superannuation Commission

Sir:

The Teachers' Superannuation Commission has the honour to submit the Annual Report outlining activities under *The Teachers' Superannuation and Disability Benefits Act* for the year ending June 30, 2007; *The Teachers' Life Insurance (Government Contributory) Act* for the period ending August 31, 2007 and *The Teachers' Dental Plan Act* for the period ending December 31, 2006.

Respectfully submitted,



Dr. Derwyn Crozier-Smith
Chairperson

2006 – 2007 Annual Report

The Saskatchewan Teachers' Superannuation Commission
1840 Lorne Street
Regina, Saskatchewan S4P 2L7

submits the:

Seventy-seventh Annual Report with respect to
The Teachers' Superannuation and Disability Benefits Act for the Year Ended June 30, 2007

Forty-seventh Annual Report with respect to
The Teachers' Life Insurance (Government Contributory) Act Chapter T-8, R.S.S. 1978
for the Year Ended August 31, 2007 and

Twenty-second Annual Report with respect to
The Teachers' Dental Plan Act
for the Year Ended December 31, 2006

Profile

The Teachers' Superannuation Commission (TSC) is established under *The Teachers' Superannuation and Disability Benefits Act*.

The Minister of Finance is the trustee of the Teachers' Superannuation Fund (TSF) while the TSC is charged with administration of *The Teachers' Superannuation and Disability Benefits Act*, *The Teachers' Dental Plan Act*, and *The Teachers' Life Insurance (Government Contributory) Act*.

The Province of Saskatchewan sponsors the TSF, with contributions also coming from plan members who are represented by the Saskatchewan Teachers' Federation (STF). *The Teachers' Superannuation and Disability Benefits Act* is a negotiable matter under *The Education Act, 1995*.

The Teachers' Superannuation Plan was closed in July 1980, and a new plan was created, now known as the Saskatchewan Teachers Retirement Plan, for which administration has been transferred to the STF.

As at June 30, 2007, the TSF has actuarial net assets available for benefits of $1.371 billion, actuarial accrued pension benefits of $4.835 billion, and an unfunded liability of $3.464 billion.

More on-line at www.stsc.gov.sk.ca

Plan Governance at a Glance			
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Teachers' Superannuation Commission

Mission

The Commission's mission is to provide pensions and benefits for plan members through prudent stewardship of assets and liabilities and effective plan administration in accordance with current legislation.

Mandate

To attain this outcome, our organizational mandate is to administer the various Acts to ensure the provision of retirement and related benefits to teachers. The various Acts (and regulations thereto) are:

- *The Teachers' Superannuation and Disability Benefits Act*
- *The Teachers' Life Insurance (Government Contributory) Act*
- *The Teachers' Dental Plan Act*

The TSC is not subject to the *Pension Benefits Act, 1992* except in relation to investments.

Objectives

Our specific objectives associated with this organizational mandate are:

- Communicate information and guidance to plan members
- Collect pension contributions from all participating teachers
- Accept additional contributions for the Voluntary Contributions Fund
- Calculate and distribute retirement benefits to teachers, spouses and dependents of deceased teachers
- Assess, review and provide disability benefits to eligible teachers
- Monitor the performance of the pension fund investments
- Negotiate and administer reciprocal transfer agreements with other jurisdictions
- Maintain appropriate financial records of the affairs of the Plan
- Manage accurate and timely dental claims administration in conjunction with the service carrier
- Administer the insurance claims associated with death and dismemberment in conjunction with the service carrier

Governance

The Commission began and completed a governance manual in 2005/06. The manual was approved at the June 7, 2006 TSC meeting and posted on the website. The manual is the key document directing the Commission's governance activity during the year. It facilitates the planning and tracking of progress in areas such as ongoing board education, strategic planning, board-self assessment, and monitoring administration operations and management. The manual also addresses various overarching matters such as: conflict of interest, risk management, investment policy and monitoring, roles and responsibilities, and code of conduct.

Accountability

The TSC issues this annual report including audited financial statements supported by an actuarial opinion.

Commission Members

The TSC is responsible to the Minister in Charge for the administration of *The Teachers' Superannuation and Disability Benefits Act*, who at present is also the Minister of Learning (the Minister).

The TSC consists of seven members appointed by the Lieutenant Governor in Council:

- Three members are nominated by the STF executive committee
- Three members are nominated by the Minister
- A Chairperson nominated by the other six members

Appointments are typically for a term of five years and are eligible for reappointment.

Pat Dickson, chairperson stepped down from the Commission August 29, 2006. The Commission gratefully recognizes Pat's six year contribution.

Frances Bast, was appointed to the Commission September 1, 2004 and stepped down from the Commission on March 13, 2007. The Commission gratefully recognizes Frances' two and a half year contribution.

Commission member background

Derwyn Crozier-Smith, B.Admin., B.Ed., M.Ed., Ph.D. Chairperson Former STF General Secretary, Former Executive Assistant	
Brian Smith, B.Arts, MES Assistant Deputy Minister Saskatchewan Finance	**Daryl Nordick, B.Ed., B.Admin., P.G.D., M.Ed.** Executive Assistant Saskatchewan Teachers' Federation
David Tulloch, B.Admin., B.Arts., M.B.A. Director, Finance Saskatchewan Learning	**George Georget, B.Admin., B.Ed., P.G.D.** Executive Assistant Saskatchewan Teachers' Federation
Marlys Tafelmeyer, B.Comm., MHRM, CHRP, IPMA-CA Executive Director, Human Resources Branch Saskatchewan Learning	**Shirley Humphries, B.Sc., B.Ed., M.Ed., Ph.D.** Executive Assistant Saskatchewan Teachers' Federation

	Meeting attendance	Expiration of term
Derwyn Crozier-Smith	6 of 7	Aug 29, 2011
Brian Smith	5 of 7	Oct 22, 2007
Daryl Nordick	6 of 7	Sep 28, 2010
Frances Bast	4 of 5	Mar 13, 2007
David Tulloch	2 of 2	Mar 13, 2012
George Georget	6 of 7	Oct 22, 2007
Marlys Tafelmeyer	5.5 of 7	May 3, 2010
Shirley Humphries	6 of 7	Feb 1, 2012

Commission member role and responsibilities

- Fulfill the mission statement
- Administer the Plans in compliance with governing legislation
- Determine any question as to the application of *The Teachers' Superannuation and Disability Benefits Act*
- Review all applications for disability benefits
- Establish investment policy and monitor investment performance
- Promote awareness and understanding of the Plans
- Monitor management and administration of the Plans
- Report annually to the Minister of Finance

Administration

The TSC employs an Executive Director and staff required for administration of the various legislation and commission policies and is independent from management.

The administrative team representing 13.9 full time equivalent employees is responsible for all the administrative functions that result in meeting the objectives outlined earlier and includes the strategic and operating unit work plans, financial and business decisions, evaluation of results against these plans, and reporting of activity to Commission members. Refer to the governance manual for further elaboration of management's roles and responsibilities.

The administrative team also highlight certain policy decision items to the Commission members, including relevant recommendations, and respond to requests for information or onward execution as requested by Commission members.

Administration works very closely and cooperatively with the Saskatchewan Teachers' Federation to ensure seamless delivery of consistent, high-quality services to teachers across the province. This is particularly true in relation to the annual retirement planning sessions facilitated by the Saskatchewan Teachers' Federation. Collaboration on these retirement oriented activities ensures the teachers of Saskatchewan have the opportunity to be informed through group and one-on-one counseling sessions.

Management formally communicates to Commission members on the operational activities at the regularly scheduled meetings, in addition to ad-hoc communications on various matters. Certain Commission members conduct formal and informal performance evaluation of management against established objectives.

The $1.4 million operating budget of the Commission is paid out of monies appropriated by the Legislature.

Consultants

The TSC, as part of fulfilling its fiduciary duty in relation to the assets of the funds and as part of good governance, may acquire specialist competencies. This may include the engagement of technical, professional or other advisor, specialist or consultant services. Given the specialist knowledge required in investment management, defined benefit plan valuations and calculations, and pension administration software, the TSC does engage a number of outside consultants and advisors.

Actuarial consulting firms assist with the development of the investment policy guidelines, propose assumptions and perform the calculations of benefits for marriage breakdown, commuted value payments, and actuarial present value for the purpose of transfer agreements. Actuarial services are also required in preparing a valuation of the Plan and for cash flow projections.

Investment managers provide the necessary expertise in managing the pensions assets in compliance with the asset mix guidelines to ensure risk-adjusted returns are maximized and achieve performance at or above the established performance benchmarks. Quarterly performance reports and presentations are provided to Commission members.

State Street Corporation, the investment custodian, provides compliance reporting on a quarterly basis and all results are reported to Commission members.

Hewitt Associates, the investment advisor assists in monitoring performance of the investment manager. Reports and presentations are provided to Commission members.

When required, legal consultation is provided by either the Department of Justice or private legal counsel. Legal advice provided to the Commission ensures all legal obligations are fulfilled.

Specialized information technology services are purchased to ensure the critical pension administration system, retirement management and payroll systems, disability systems and backbone network systems are securely maintained.

Valuation

The Commission has historically reviewed the valuation assumptions bi-annually and does so in consultation with the actuary. The 2005 valuation, and current extrapolation to June 30, 2007, assumes that the interest rate for valuation purposes be 5.6% per annum for 6 years, 5.4% per annum for the next 8 years, 5.2% per annum for next 8 years, and 5.0% per annum thereafter. The phased declining interest rate represents the increasing mix of implicit public sector debt (which has a lower cost) versus pension assets in relation to the funding status of the pension liabilities.

The financial statements in this report are based on an extrapolation of the June 30, 2005 valuation results. The total unfunded liability as at June 30, 2007 is $3.464 billion.

The government remains fully committed to meeting its legal obligation to the teachers of Saskatchewan to pay pensions in accordance with the provisions of *The Teachers' Superannuation and Disability Benefits Act*.

Investments

The segregated funds of the Teachers' Superannuation Fund assets and all of the Voluntary Contributions Fund (together known as the Teachers' Superannuation Plan or the "Plan") are held in trust by State Street Corporation, custodian of the investments on behalf of the Plan. Custodial fees paid to State Street Corporation for 2007 were $72,539. Greystone Managed Investments Inc. is responsible for investing the funds. Investment fees paid to Greystone Managed Investments Inc. for 2007 were $3,586,858. Investment management fees for private equity paid to GE Asset Management for 2007 were $514,117. State Street Corporation is also the custodian for the pooled fund investments on behalf of Greystone and its sub-advisors Goldman Sachs Asset Management and Hansberger Global Investors.

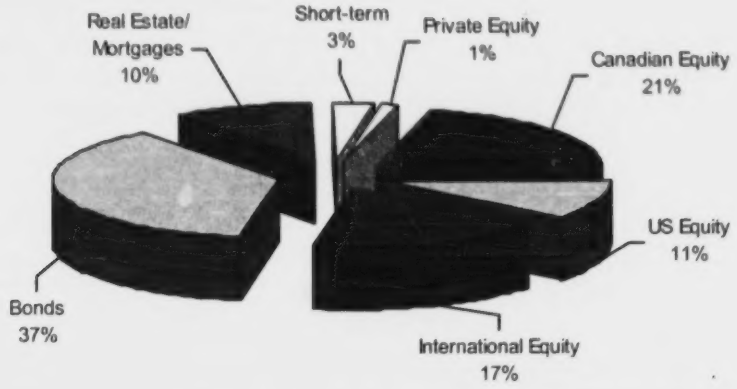
The TSC with the assistance of the investment manager, investment consultant, and actuarial consultant develop investment policies, strategies and objectives for each fund of the Plan. The Investment Policy & Objectives Statement (IP&OS) details the asset mix guidelines, and a benchmark portfolio against which the performance of the investment managers is measured. Individual asset class performance is also measured against their relevant, respective indices. The current IP&OS is posted on the website.

Short-term and long-term objectives for investment performance are outlined in the IP&OS, and active investment management has been chosen to achieve these results. The short-term objective is to achieve a total fund return in three out of four years of 1% above the 91-day Treasury Bill return. The relative long-term objective is to achieve a total rate of return 10% greater than the respective benchmark portfolio return for the respective fund.

IP&OS asset mix guidelines for the TSF as at June 30, 2007

	Minimum %	Maximum %
Canadian Equities, Large Cap	10	25
Canadian Equities, Small Cap	0	10
Total Canadian Equities	***10***	***35***
U.S. Equities, Large Cap (Unhedged)	0	15
U.S. Equities, Small/Mid Cap (Unhedged)	0	6
International Equities (Unhedged)	0	30
Total Foreign Equities	***0***	***35***
Private Equity	0	7
Total Equities	***30***	***60***
Nominal Bonds and Short Term	30	60
Real Return Bonds	0	5
Mortgages	0	5
Total Fixed Income	***30***	***60***
Real Estate	0	12

TSF portfolio asset mix at June 30, 2007



TSF Rates of Return – Periods to June 30, 2007						
	1 Year		4 Years		10 Years	
Asset class	Return	Bench mark	Return	Bench mark	Return	Bench mark
	%	%	%	%	%	%
Canadian Equity	**34.4**	**22.7**	**26.0**	**21.2**	**16.4**	**9.9**
U.S. Equity	**13.6**	**15.0**	**8.1**	**6.8**	**4.6**	**4.4**
International Equity	**25.7**	**21.5**	**16.6**	**17.3**	**5.4**	**4.9**
Bonds	**5.6**	**4.8**	**5.1**	**4.8**	**6.8**	**6.4**
Real Estate	**23.6**	**n/a**	**20.6**	**n/a**	**15.7**	**n/a**
Total Fund	**17.3**	**13.5**	**13.5**	**11.6**	**9.5**	**7.5**

As part of the annual review of the IP&OS, the TSC's investment consultant undertook a Long-Term Asset Study that evaluates the risk and return profile for a large number of portfolio scenarios. A key aspect of risk is managed through adequate portfolio diversification. Working in conjunction with the asset manager, investment consultants and actuary, the desired risk-adjusted return is established.

Pension Administration Systems

The pension administration software is crucial for the tracking of service, contributions, refunds, purchases, crediting of interest to teacher accounts and pension estimates.

During the year, upgrades to the administration software took place to ensure the underlying operating systems are actively supported by the various providers, and to permit increases in capacity and web-accessibility in the future. Risk related to data and system conversion are appropriately planned and managed to ensure data and system integrity.

The Commission contracts with two long-term outside information technology providers. These two service providers possess the current and specific competencies needed to manage the risks effectively.

Risk Management

There are a number of risks pertaining to pension plan administration. The TSC, as part of governance processes, is developing an integrated risk management framework whereby key risks are identified, along with identification of how risks will be managed and who is responsible. The outcome of this approach is to provide more cost-effective management of risk and to create opportunities to add value.

Communication

Timely and transparent communications are an essential element of good pension governance. The TSC strives to achieve effective communication with its teacher members.

Recent Federal and Provincial legislation in the area of privacy along with the implementation of a new Privacy Framework within the Province will not only serve to protect the interests of teachers but mitigate the related risks and concerns. This privacy legislation is impacting communication not only in relation to what types of information is communicated from the pension plan, but also in assessing what we collect directly from members.

In addition to this annual report and the annual statements to members, the TSC website and email have become increasingly important as the preferred tools of communication and information exchange. The website provides considerable information:

- Downloadable forms for Dental, Group Insurance, Disability, Reciprocal Transfers, personal information change forms
- Information, including Frequently Asked Questions on Dental, Pension, Disability and Group Insurance
- Various legislative Acts and Regulations administered by the Commission
- Policies and responsibilities adhered to by the Commission
- Actuarial valuation reports
- Financial projection
- Recent annual reports and annual statement letters
- Contact information
- Governance manual
- Investment Policy & Objective Statement

More on-line at www.stsc.gov.sk.ca

Organization

The Commission acknowledges with sincere appreciation, the administrative team, whose efforts resulted in another successful year of service to the membership.

The Commission also expresses its appreciation to the Saskatchewan Teachers' Federation, the school boards and regional colleges, and the administrative staff within Saskatchewan Learning for their respective contributions to the success of the Commission.

Teachers' Superannuation Plan

The Teachers' Superannuation Plan was inaugurated on July 1, 1930 and became a closed plan in 1980 when Government began to address the growing unfunded liability. The Teachers' Annuity Plan was established for new teachers who had not previously taught in Saskatchewan and certain teachers who chose to transfer from the old formula plan. The Annuity Plan later became the Saskatchewan Teachers Retirement Plan (STRP).

Highlights

As at June 30	2007	2006
Active Members	2,672	3,124
Inactive Members*	4,873	4,965
Pensioners/Survivors	10,310	10,130
Disability Recipients	313	315
July 1 Retirements	268	217
Total Members	18,436	18,751

From July 1, 2006 to June 30, 2007 a total of 390 (previous year 423) new allowances were granted.

On January 1, 2007 a Cost of Living Allowance increase of 1.7% (previous year 1.8%) was applied to pension allowances and disability benefits.

The investment earnings of 16.78% (previous year 10.67%) were credited to teachers in the Teachers' Superannuation Fund.

The Teachers' Superannuation Commission administers a Voluntary Contributions Fund, which allows active teachers to make additional tax-deductible contributions that are invested separately from the mandatory superannuation contributions.

The investment earnings of 13.17 % (previous year 6.12%) were credited to the Voluntary Contributions Fund. There are 125 members with contributions in the Voluntary Contributions Fund.

* This includes 900 members with general data information that has not been computerized.

Teachers' Group Life Insurance Plan

Legislation was introduced September 1, 1960 to provide group life insurance coverage for Saskatchewan teachers. The Minister of Finance is responsible for 50% of the premium to provide each teacher with the coverage as set out in the Provincial Collective Bargaining Agreement. The coverage for term and accidental death and dismemberment in 2006-07 was $144,000.

Highlights

As at August 31	2007		2006	
	$	No.	$	No.
Number of teachers		19,062		18,923
Total amount of insurance in force	$2,502,400,000		$2,430,593,000	
Premiums Paid:				
Minister of Finance	1,661,159		$ 1,601,065	
Teachers	3,005,445		2,861,718	
Total Premiums Paid	$ 4,666,604		$ 4,462,783	
Number of Death Claims		45		44
Amount of Death Claims	$ 4,737,000		$ 3,736,200	
Reserve per agreement with insurance carrier	$ 289,663		$ 262,328	
Sums paid for the conversion of insurance	$ 14,725		$ 10,054	
Sums withheld from school grants	Nil		Nil	
Insurance company operating costs	$ 200,218		$ 204,348	

Teachers' Dental Plan

A dental plan was implemented effective January 1, 1986 for Saskatchewan teachers. The Minister of Finance, on behalf of the Government of Saskatchewan, is responsible for all the costs associated with the Teachers' Dental Plan.

Highlights

50,071 dental claims were processed.

The government paid $8,621,214 for dental benefits.

Teachers' Superannuation Commission
Management Report, 2007

The management of the Teachers' Superannuation Commission is responsible for the integrity of the accompanying financial statements and all other information in this Annual Report. In Canada, it is the responsibility of management to prepare financial statements in accordance with Canadian generally accepted accounting principles.

The integrity of the financial records from which these financial statements are prepared is largely dependent on the systems of internal accounting controls. The purpose of such systems is to provide reasonable assurance that transactions are executed in accordance with proper authorization, transactions are appropriately recorded in order to permit preparation of financial statements and assets are properly accounted for and safeguarded against loss from unauthorized use. Underlying this concept of reasonable assurance is the fact that limitations exist in any system of internal accounting controls based on the premise that the cost of such controls should not exceed the benefits derived there from.

The accrued pension benefits and actuarial value of net assets available for benefit are determined by an actuarial valuation and extrapolation. Actuarial valuation and extrapolation reports require best judgement in order that the financial statements reflect fairly the financial position of the Plan. The actuary's opinion for the Teachers' Superannuation Plan for the June 30, 2005 valuation and the extrapolation of the valuation results to June 30, 2007, appears on page 17.

The financial statements have been audited by the Provincial Auditor of Saskatchewan. The report to the Members of the Legislative Assembly, stating the scope of the examination and opinion on the financial statements, appears on page 18.

The financial statements have been examined and approved by the Commission.

S L Robertson

Shirley Robertson
Acting, Executive Director

Y Anderson

Yvonne Anderson, PPAC
Acting Manager, Financial Operations

Regina, Saskatchewan
October 19, 2007

Actuary's Opinion

Aon Consulting Inc. was retained by the Saskatchewan Teachers' Superannuation Commission (the "Commission") to perform actuarial valuations of the assets and liabilities of the Saskatchewan Teachers' Superannuation Plan and the Saskatchewan Teachers' Disability Benefits Plan (the "Plans") as at June 30, 2005. Aon Consulting Inc. was further retained to prepare extrapolations of the valuation results to June 30, 2007 for inclusion in the Annual Report with respect to *The Teachers' Superannuation and Disability Benefits Act* for the Year Ended June 30, 2007.

The valuation and extrapolation of the Plans' actuarial assets and liabilities were based on:

- Membership and asset data provided by the Commission as at June 30, 2005;
- Financial Statements as at June 30, 2007 provided by the Commission; and
- Methods prescribed by the Canadian Institute of Chartered Accountants for pension plan financial statements; and
- Assumptions about future events (economic and demographic) which were developed by management and Aon Consulting Inc. and are considered as management's best estimate of these events.

While the actuarial assumptions used to estimate liabilities for the Plans' financial statements contained in the Annual Report represent management's best estimate of future events, and while in our opinion these assumptions are reasonable, the Plans' future experience will differ from the actuarial assumptions. Emerging experience differing from the assumptions will result in gains or losses that will be revealed in future valuations, and will affect the financial position of the Plans.

We have tested the data for reasonableness and consistency with prior valuations and in our opinion the data is sufficient and reliable for the purposes of the valuation and the extrapolation. We also believe that the methods employed in the valuation and extrapolation and the assumptions used are, in aggregate, appropriate. Our opinions have been given, and our valuation and extrapolation have been performed in accordance with accepted actuarial practice.

Wayne R. Berney
Fellow, Canadian Institute of Actuaries
Fellow, Society of Actuaries

Paul Hebert
Fellow, Canadian Institute of Actuaries
Fellow, Society of Actuaries

October 19, 2007

Auditor's Report To The Members Of The Legislative Assembly

I have audited the statement of net assets available for benefits and accrued pension benefits and unfunded liability of the Teachers' Superannuation Plan as at June 30, 2007 and the statements of changes in net assets available for benefits, and changes in accrued pension benefits for the year then ended. The Plan's management is responsible for preparing these financial statements for Treasury Board's approval. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the net assets available for benefits and accrued pension benefits and unfunded liability of the Plan as at June 30, 2007 and the changes in the net assets available for benefits and changes in accrued pension benefits for the year then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
October 19, 2007

Fred Wendel, CMA, CA
Provincial Auditor

TEACHERS' SUPERANNUATION PLAN STATEMENT 1
STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS AND ACCRUED PENSION BENEFITS AND UNFUNDED LIABILITY

AS AT JUNE 30

($ 000s)	2007			2006		
	Superannuation Fund	Voluntary Contributions Fund	Total	Superannuation Fund	Voluntary Contributions Fund	Total
ASSETS						
Due from General Revenue Fund (Note 3)	$ -	$ 12	$ 12	$ 88	$ 39	$ 127
Accrued investment income	5,871	-	5,871	5,456	1	5,457
Investments (Note 4):						
Bonds and debentures	654,324	-	654,324	607,516	-	607,516
Short – term	45,762	-	45,762	14,541	-	14,541
Equities	387,487	-	387,487	471,886	-	471,886
Pooled Funds	474,496	3,963	478,459	384,797	3,551	388,348
Mortgages	1,106	-	1,106	1,169	-	1,169
Real estate	166,685	-	166,685	151,560	-	151,560
Private equity	16,803	-	16,803	10,524	-	10,524
	1,752,534	3,975	1,756,509	1,647,537	3,591	1,651,128
Contributions receivable:						
Teachers	1,353	-	1,353	1,181	-	1,181
General Revenue Fund	18,903	-	18,903	14,132	-	14,132
	20,256	-	20,256	15,313	-	15,313
Total assets	$ 1,772,790	$ 3,975	$ 1,776,765	$ 1,662,850	$ 3,591	$ 1,666,441
LIABILITIES						
Accounts payable	$ 989	$ 1	$ 990	$ 355	$ 1	$ 356
Due to General Revenue Fund (Note 3)	313	-	313	-	-	-
Total liabilities	1,302	1	1,303	355	1	356
Net assets available for benefits	1,771,488	3,974	1,775,462	1,662,495	3,590	1,666,085
Actuarial asset value adjustment	(400,413)	-	(400,413)	(228,401)	-	(228,401)
Actuarial value of net assets available for benefits	1,371,075	3,974	1,375,049	1,434,094	3,590	1,437,684
Actuarial accrued pension benefits (Statement 3)	4,834,769	3,974	4,838,743	4,800,550	3,590	4,804,140
Unfunded Liability	$ 3,463,694	$ -	$ 3,463,694	$ 3,366,456	$ -	$ 3,366,456

(See accompanying notes to the financial statements)

TEACHERS' SUPERANNUATION PLAN — STATEMENT 2
STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

YEAR ENDED JUNE 30

($ 000s)	2007			2006		
	Superannuation Fund	Voluntary Contributions Fund	Total	Superannuation Fund	Voluntary Contributions Fund	Total
INCREASE IN ASSETS:						
Investment Income:						
Interest	$ 41,457	$ 109	$ 41,566	$ 36,014	$ 113	$ 36,127
Dividends	8,221	-	8,221	9,413	-	9,413
Pooled Fund Distributions	25,536	143	25,679	11,534	62	11,596
Total investment income	75,214	252	75,466	56,961	175	57,136
Increase in market value of investments	196,837	215	197,052	83,583	39	83,622
Contributions:						
General Revenue Fund other contributions	95,549	-	95,549	71,174	-	71,174
Teachers	12,775	58	12,833	13,495	102	13,597
General Revenue Fund matching contributions	12,635	-	12,635	13,452	-	13,452
Other transfers and contributions	2,366	-	2,366	2,637	-	2,637
Total contributions	123,325	58	123,383	100,758	102	100,860
Total increase in assets	$ 395,376	$ 525	$ 395,901	$ 241,302	$ 316	$ 241,618
DECREASE IN ASSETS:						
Marriage breakdown payments	$ 307	$ -	$ 307	$ 1,391	$ -	$ 1,391
Allowances to superannuates	273,046	-	273,046	262,518	-	262,518
Refunds and transfers	8,861	137	8,998	7,819	388	8,207
Investment expenses (Note 7)	4,169	4	4,173	3,420	6	3,426
Total decrease in assets	$ 286,383	$ 141	$ 286,524	$ 275,148	$ 394	$ 275,542
Increase (decrease) in net assets	108,993	384	109,377	(33,846)	(78)	(33,924)
Net assets available for benefits, beginning of year	1,662,495	3,590	1,666,085	1,696,341	3,668	1,700,009
Net assets available for benefits, end of year	$ 1,771,488	$ 3,974	$ 1,775,462	$ 1,662,495	$ 3,590	$ 1,666,085

(See accompanying notes to the financial statements)

TEACHERS' SUPERANNUATION PLAN STATEMENT 3
STATEMENT OF CHANGES IN ACCRUED PENSION BENEFITS

YEAR ENDED JUNE 30

($ 000s)	2007 Superannuation Fund (Note 8)	2006 Superannuation Fund (Note 8)
Accrued pension benefits, beginning of year	$ 4,800,550	$ 4,745,024
INCREASE IN ACCRUED PENSION BENEFITS:		
Interest on accrued benefits	268,831	266,270
Benefits accrued	55,504	58,802
Impact of plan experience	-	9,791
	324,335	334,863
DECREASE IN ACCRUED PENSION BENEFITS:		
Benefits paid	290,116	279,337
Accrued pension benefits, end of year	$ 4,834,769	$ 4,800,550

(See accompanying notes to the financial statements)

TEACHERS' SUPERANNUATION PLAN
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2007

1. Status of the Commission

The Saskatchewan Teachers' Superannuation Commission administers a pension plan, the Teachers' Superannuation Plan, consisting of the Teachers' Superannuation Fund and the Voluntary Contributions Fund (hereafter collectively referred to as the Plan). The Teachers' Superannuation Fund is used to account for the net assets accumulated for the defined benefit final average pension plan for teachers who commenced service prior to July 1, 1980. The Voluntary Contributions Fund is a money purchase fund, used to account for the net assets accumulated for teachers' voluntary contributions.

Description of the Plan

The following description is a summary only. For more complete information, reference should be made to *The Teachers' Superannuation and Disability Benefits Act* (the Act).

Teachers' Superannuation Fund

a) Funding Policy

Members are required to contribute 6.05% of their salary subject to Canada Pension Plan contributions, and 7.85% on the remainder of their salary. The Government's General Revenue Fund (GRF) pays into the Teachers' Superannuation Fund an amount equal to the amount contributed by members. Also, the GRF pays into the Teachers' Superannuation Fund other contributions pursuant to section 9(4) of the Act. Section 9(4) of the Act requires the GRF to pay yearly an amount by which the allowances, transfers and refunds that are paid out in that fiscal year exceed the credited contributions of members with respect to whom an allowance commences or a refund or transfer is made in that fiscal year. These amounts do not include disability benefit payments.

b) Age and Service Allowance

The annual amount of pension is determined as follows:

- 2% of the five highest years salary times years of service (maximum 35 years)
- reduced at age 65 for Canada Pension Plan integration
- increased each January 1 by 80% of the increase in the Consumer Price Index

c) Interest Credited to Contributions

As of July 1, 1994, the interest credited to contributions is an annual rate determined by the Commission to be the annual rate of return earned from the investments of the Fund in a fiscal year, compounded annually. See Note 5 for determination of investment earnings.

d) Death Benefits

When a superannuate dies, the spouse receives 60% of the allowance plus a further 10% for each dependent child to a maximum of 25%. If there is neither a spouse nor dependent children, the

nominee or estate receives a lump sum payment of the difference, if any, between the teacher's contributions and interest at retirement and the total pension paid to date.

e) Refunds

Refunds to teachers typically consist of the teacher's contributions and interest on those contributions.

Voluntary Contributions Fund

The Teachers' Superannuation Commission administers the Voluntary Contributions Fund. The Voluntary Contributions Fund allows active teachers to make contributions into the Fund, according to the limits set out in the *Income Tax Act (Canada)*.

The Voluntary Contributions Fund is credited with all voluntary contributions, any interest earned and any other revenue accrued from the investment of monies in the Voluntary Contributions Fund less investment expenses. The Voluntary Contributions Fund amount is reduced by amounts paid out at the time the teacher makes an application for a refund. If eligible, the accumulated contributions and interest earned are paid to the teacher, the teacher's nominee or to the teacher's estate.

2. Significant Accounting Policies

The financial statements are prepared in accordance with Canadian generally accepted accounting principles. The following accounting policies are considered significant:

a) Investments

Investments in bonds and equities are recorded at market values which are determined by reference to closing year end sale prices from recognized security dealers or, in the absence of recorded sales, by reference to closing year end bid and ask prices. Transactions in bonds and equities are recorded as of the trade date.

Investments denominated in foreign currency are translated at the exchange rate in effect at year end. Investment transactions and realized gains and/or losses are translated at the exchange rate in effect at the transaction date. Unrealized gains and losses resulting from exchange differences are included in the determination of the change in market value of investments.

Pooled funds are recorded based on the net asset value per unit of the underlying investments determined at closing prices as at June 30, 2007.

Short-term investments are recorded at market values.

Mortgages are recorded at fair value. Fair value is determined by discounting the present value of all income streams accruing to the mortgage. The interest rate applied to these income streams reflects the current market rate for comparable mortgages. Real estate and private equity are recorded at fair value as estimated by independent appraisals.

The fair value of the investments approximates the market value.

b) Actuarial Asset Value Adjustment

The actuarial asset value adjustment represents the difference between the actual and management's best estimate of return on the Superannuation Fund amortized over four years. Using this adjustment, fair value remains the underlying basis for asset valuation, but fluctuations are averaged over a four-year period. For years in between valuations, the actuarial asset value adjustment is extrapolated.

3. Due From/To General Revenue Fund

The Plan's bank accounts are included in the Consolidated Offset Bank Concentration (COBC) arrangement for the Government of Saskatchewan. Under this arrangement, interest is calculated on the net position of all COBC accounts and is paid by the bank into the GRF.

The Funds' share of this interest is allocated and paid by the GRF on a quarterly basis into the Funds' bank accounts using the Government's thirty-day borrowing rate. The Government's average thirty-day borrowing rate in 2007 was 4.21% (2006 - 3.20%).

4. Investments

Due to the long-term horizon of the Plan's liabilities, the Plan takes a long-term investment perspective. The Commission's strategy is to invest cash flows from contributions, maturing debentures and investment returns into assets such as Canadian, foreign and private equities, pooled funds, money market securities, bonds, mortgages and real estate. The Plan's investments are exposed to the following risks:

a) Interest Rate Risk

Interest rate risk refers to the adverse consequences of interest rate changes on the Plan's cash flows, financial position and income. This risk arises from differences in the timing and amount of cash flows related to the Plan's assets and liabilities. The value of the Plan's assets is affected by short-term changes in nominal interest rates. Interest rate risk is managed by investing in bonds and debentures with varying durations.

b) Credit Risk

Credit risk arises from the potential for issuers of securities to default on their contractual obligations to the Plan. The Commission limits the credit risk by dealing with issuers that are considered to be high quality. The credit ratings used to describe the securities below are based on the Dominion Bond Rating Service and/or the Standard & Poor's Ratings Service.

c) Foreign Currency Risk

Foreign currency exposure arises from the Plan holding investments denominated in currencies other than the Canadian Dollar. Fluctuations in the relative value of the Canadian Dollar against these foreign currencies results in a positive or negative effect on the fair value of investments.

d) Market Risk

The Commission invests in publicly traded equities and bonds available on domestic and foreign exchanges. These securities are affected by market changes and fluctuations. The Commission manages market risk by investing in different domestic and foreign markets and through the

establishment and review of asset mix ranges and limits for various investments. The Commission does not use derivative financial instruments to alter the effects of these market changes and fluctuations except through their use in pooled funds.

e) Real Estate Risk

Risk in the real estate portfolio is managed through diversification across real estate types and locations. Adverse impacts in any one segment of the market or geographic location are minimized by having holdings diversified across property type, geographic location and investment size.

Teachers' Superannuation Fund

The Act and the Plan's investment policy require that all the Fund's investments comply with the provisions of *The Pension Benefits Act, 1992*, which does not allow any one holding to represent more than 10% of the cost at the time of acquisition of the Fund's portfolio.

Short-term Investments

These investments are comprised of T-Bills, notes and commercial paper with effective interest rates of 4.16% to 5.20% (2006 - 4.01% to 4.76%) and a weighted average term to maturity of 113 days (2006 - 50 days). Interest is receivable at maturity.

Bonds and Debentures

The Plan's investment policy limits for this Fund its investment concentration in any one investee or related group to no more than 10% of that corporation's book value of outstanding bonds. Bonds must meet a minimum quality standard of BBB rating as measured by a recognized credit rating service.

For the Teachers' Superannuation Fund, the Plan invests in bonds that are considered to be high quality as described below.

		2007			2006		
	Years to Maturity	Market Value	Weighted Average Yield (%)	Weighted Average Coupon Rate (%)	Market Value	Weighted Average Yield (%)	Weighted Average Coupon Rate (%)
		($000s)			($000s)		
Federal Bonds							
Government of Canada	1-5	$ 216,384	4.62	3.94	$ 80,837	4.56	4.03
	6-10	67,127	4.57	4.29	141,720	4.62	4.18
	20+	55,943	4.47	5.51	95,419	4.59	5.38
Provincial & Provincially	1-5	16,384	4.74	6.32	19,930	4.67	6.08
Guaranteed Bonds	6-10	34,646	4.79	5.21	45,630	4.85	4.83
Other Provinces	11-15	46,619	4.90	4.92	16,882	4.99	5.34
	16-20	14,308	4.88	6.73	16,538	4.99	6.93
	20+	60,821	4.97	5.55	49,215	5.13	5.96
Saskatchewan	20+	5,633	4.94	6.40	10,355	5.08	6.16
Municipal	6-10	6,096	4.83	4.65	-	-	-
	20+	2,849	5.06	5.90	2,787	5.23	5.90
Corporate Bonds	1-5	67,520	5.03	4.98	57,916	4.83	5.08
	6-10	33,691	5.14	5.13	23,970	5.09	4.81
	11-15	15,671	5.47	5.09	19,657	5.17	5.24
	16-20	5,457	5.41	7.63	6,958	5.56	7.68
	20+	5,175	5.66	6.12	19,702	5.35	5.97
		$ 654,324			$ 607,516		

These bonds all meet the minimum quality standard of a BBB rating as measured by a recognized credit rating service. Actual maturity may differ from contractual maturity because certain borrowers have the right to call or prepay certain obligations with or without call or prepayment penalties.

Equities

		2007	2006
		(market values) ($000s)	
Common Shares			
	Canadian	$ 262,192	$ 354,969
	Foreign	125,295	116,917
		$ 387,487	$ 471,886

The Plan's investment policy limits for this Fund any holding to represent no more than 10% of the outstanding shares of the issuing corporation. Foreign equities and pooled funds are denominated in Canadian dollars. The Fund's equities include common shares that have no fixed maturity date and are generally not exposed to interest rate risk. Dividends are generally declared on a quarterly basis. The average effective dividend rate during the year was 1.91% (2006 – 1.75%).

Pooled Funds

The Fund holds units in pooled funds, which have no fixed interest rate, and its returns are based on the success of the fund manager. The Fund unit holdings are:

	Units Held		% of Total Units Outstanding		Market Value		Investment Income and Change in Market Value	
	2007	2006	2007	2006	2007	2006	2007	2006
	(000s)				($000s)		($000s)	
Greystone EAFE Plus Fund	24,053	29,868	19.20	21.59	$ 298,865	$ 314,209	$ 68,292	$ 28,870
Greystone US Strategic Growth Fund	2,280	2,323	36.25	36.80	25,330	23,020	3,560	65
Greystone US Strategic Value Fund	4,105	2,259	34.35	36.72	48,129	24,470	2,952	1,746
Greystone US Midcap Growth Equity Fund	-	2,127	-	15.80	-	23,098	3,583	865
Greystone Canadian Small Cap Fund	7,701	-	56.92	-	102,172	-	27,947	-
					$ 474,496	$ 384,797	$ 106,334	$ 31,546

The Greystone EAFE Plus Fund holds units in the Greystone EAFE Quantitative Fund and the Greystone EAFE Growth Fund. These funds may use derivative financial instruments such as equity index future contracts for managing its equity portfolio. Derivative financial instruments are financial contracts that change in value resulting from changes in underlying assets or indices.

Derivative transactions are conducted in over-the-counter markets directly between two counterparties or on regulated exchange markets. All derivative financial instruments are recorded at market value using market prices. Where market prices are not readily available, other valuation techniques are used to determine market value.

Mortgages

Investments in mortgages consist of Canadian properties. The net yield at the time of commitment is expected to exceed the yield on "A" rated bonds of similar terms by a minimum of 1.5% after administration fees. Principal and interest are received on a monthly basis.

Real Estate

Investments in real estate consist of Canadian property. Included in real estate are investments in related real estate corporations (see Note 7).

Private Equity

The Fund committed US$36 million, as a Limited Partner, to GE Asset Management Incorporated (GEAM), investment manager for investment in the GEAM International Private Equity Fund, L.P. representing US$437 million in total partnership commitments. One pension trust represents 50% of committed and invested funds with the fifteen Limited Partners representing the remaining 50%. The purpose of the Partnership is to invest in primarily private placement investments and through such investments provide its partners with current income and long-term capital gains. The private placements would be those of companies located and doing a substantial portion of their business outside of the United States. The Teachers' Superannuation Fund has 8.2% of the committed and invested funds. As of June 30, 2007, the total value of the GEAM International Private Equity Fund, L.P. was $219 million (2006 - $127 million) and the Plan's share was $16.8 million (2006 - $10.5 million).

In 2006-2007, the Executive Director of the TSC was a member of the GEAM International Private Equity Fund, L.P. Advisory Board. The advisory board does not participate in the management or control of the partnership and advisory board recommendations are not binding on the partnership.

Voluntary Contributions Fund

Pooled Funds

The Plan holds for the Voluntary Contributions Fund units in pooled funds, which have no fixed interest rate, and its returns are based on the success of the manager. The Fund's unit holdings are:

	Units Held		% of Total Units Outstanding		Market Value		Investment Income and Change in Market Value	
	2007	2006	2007	2006	2007	2006	2007	2006
	(000s)				($000s)		($000s)	
Greystone EAFE Plus Fund	16	19	0.01	0.01	$ 200	$ 201	$ 46	$ 26
Greystone Canadian Fixed Income Fund	191	169	0.50	0.47	1,910	1,684	95	(20)
Greystone Canadian Equity Fund	35	37	0.10	0.12	1,131	1,058	286	201
Greystone US Equity Fund	19	18	0.22	0.20	230	194	23	(5)
Greystone Money Market Fund	49	41	0.64	0.01	492	414	16	10
					$ 3,963	$ 3,551	$ 466	$ 212

5. Teachers' Superannuation Fund - Determination of Investment Earnings for Administrative Purposes

The Commission determines investment earnings of the Superannuation Fund in order to establish what interest must be credited to teachers, and what interest teachers must pay when purchasing past service. The Commission has determined that only 25% of the current period change in market values of investments (includes both realized and unrealized gains and losses) will be recognized as part of investment earnings. The remaining 75% will be recognized equally over the following three years as part of investment earnings. Interest and dividend income less investment expenses are fully allocated for the current year. The investment earnings rate was 16.78% (2006 – 10.67%) for the year.

6. Voluntary Contributions Fund - Earnings Allocation to Members

The Commission allocates all realized and unrealized gains/losses at year-end. During the year, the Commission allocated investment earnings less investment expenses of $462,260 to teachers' accounts (2006 - $207,961).

7. Related Party Transactions

These financial statements include transactions with related parties. The Plan is related to all Saskatchewan Crown agencies such as departments, corporations, boards and commissions under the common control of the Government of Saskatchewan. Also, the Plan is related to non-Crown enterprises that the Government jointly controls or significantly influences.

a) Administration

In accordance with the Act, all expenses of the administration are paid out of monies appropriated for the Department of Learning by the Legislature. Accordingly, no provision for these costs is included in the financial statements.

Expenses related to managing, investing or disposing of assets of the Plan are to be paid directly by each fund. The annual expenses for custodial fees and investment management fees are:

($ 000s)	2007			2006		
	Superannuation Fund	Voluntary Contributions Fund	Total	Superannuation Fund	Voluntary Contributions Fund	Total
Custodial Fees	$ 72	$ 1	$ 73	$ 90	$ 3	$ 93
Investment and asset management fees	4,097	3	4,100	3,330	3	3,333
	$ 4,169	$ 4	$ 4,173	$ 3,420	$ 6	$ 3,426

b) Investment Management Services

Greystone Managed Investments Inc. (GMI) provides investment management services to the Teachers' Superannuation Fund and the Voluntary Contributions Fund on a fee-for-service basis. The Teachers' Superannuation Fund is a shareholder in GMI. The Teachers' Superannuation Fund holds 223,811 common shares (2006 – 223,811 common shares) representing 13.59% of the total shares outstanding in GMI (2006 – 13.63%).

c) Investment Holdings

Teachers' Superannuation Fund

Included in the totals for bonds and debentures and income are Province of Saskatchewan holdings of $5,632,694 (2006 - $10,355,352) and interest income including change in market value of $838,687 (2006 – loss of $209,005). In addition, included in the totals for bonds and debentures and income are Greystone Capital Management Inc. holdings of $200,000 (2006 - $400,000) and income including change in market value of $18,392 (2006 - $18,507).

Included in the total real estate investment at year-end are SaskPen Properties Ltd. holdings of $6,797,058 (2006 - $4,581,091) and income including change in market value of $2,175,121 (2006 - $925,159). SaskPen Properties Ltd. is a real estate corporation owned by Government of Saskatchewan managed public sector pension plans. Other transactions with related parties and the terms of settlement are described separately in the financial statements and the notes thereto.

8. Actuarial Valuation - Pension Benefits

The present value of accrued pension benefits was determined using the projected benefit method prorated on services and the best estimate assumptions of the Teachers' Superannuation Commission. Aon Consulting Inc. prepared an actuarial valuation of the Teachers' Superannuation Fund as at June 30, 2005, and an extrapolation was made to June 30, 2006 and June 30, 2007.

The pension liability is based on a number of assumptions about future events including interest rate, rate of salary increase, inflation rate, mortality, retirement rates and termination rates. The actual rates may vary significantly from the long-term assumptions used.

The assumptions used in determining the actuarial value of accrued pension benefits were:

	2007	2006
▪ salary increases	3.5%	2% for 2006, 3.5% thereafter
▪ interest rate	5.6% / year for 6 years 5.4% / year for next 8 years 5.2% / year for next 8 years, and 5.0% / year thereafter	5.6% / year for 7 years 5.4% / year for the next 8 years 5.2% / year for next 8 years, and 5.0% / year thereafter
▪ inflation	2.5%	2.5%

The following illustrates the effect of changing certain assumptions from the assumed rates. For the salary and interest rate categories, the changes in assumption are independent of one another. The inflation category, however, is affected by other assumptions that have an inflation component. In the scenario of the 1% change in inflation, the assumptions for the interest rate, salary increase, Year's Maximum Pensionable Earnings (YMPE) and Canada Revenue Agency pension maximum are also changed by 1%.

Effect on Liability	Long-term assumptions					
	Salary		Interest rates		Inflation	
	2.5%	4.5%	4.6%-4.0%	6.6%-6.0%	1.5%	3.5%
Increase (decrease) ($000s)	$(18,075)	$18,846	$613,224	$(502,376)	$125,712	$(118,922)

9. Investment Performance

The investment manager makes day-to-day decisions on whether to buy or sell investments in order to achieve the long-term performance objectives set by the Teachers' Superannuation Commission. The Commission reviews the investment performance of the Funds in terms of the performance of the benchmark portfolio over four year rolling periods. The primary long-term investment performance objective for the entire portfolio is to outperform a benchmark portfolio.

The following is a summary of the Plan's investment performance, which assumes a full allocation of realized and unrealized gains and losses:

	2007 annual return	Rolling four-year average annual return
Teachers' Superannuation Fund [1]	17.3	13.5
Target rate of return [2]	14.9	12.8
Voluntary Contributions Fund[1]	13.2	11.2
Target rate of return [2]	12.4	11.2

[1] The annual returns are before deducting investment expenses

[2] The Commission's weighted target rate of return for its investment portfolio (return on the benchmark portfolio plus 10%) has been determined, after the fact, using the weighted actual returns of certain market indices (for example - TSX total return, Scotia Capital Universe Bond Total Return Index, etc.)

10. Disability Benefits

The annual amount of disability benefits is payable to a teacher who:

- is disabled because of total physical or mental incapacity for teaching;
- has 10 years of service;
- has at least three years of service in the five years preceding disablement; and
- has not attained age 65.

The annual amount of disability benefits is determined by applying the regular pension allowance formula. The disability benefits are indexed each January 1 by 80% of the increase in the Consumer Price Index.

Payments may be discontinued or reduced on recovery or re-employment. The allowance is recalculated at age 65 to include service while on the Saskatchewan Teachers' Federation Income Continuance Plan.

Section 38(2) of the Act states the disability benefits are a charge on and payable out of the GRF. The $6,136,854 (2006 - $5,842,081) in disability benefits flowed through the Teachers' Superannuation Fund for administrative purposes only and is not reflected in these financial statements. The GRF provided contributions equal to the disability benefits.

Disability Benefits - Actuarial Valuation

The present value of accrued disability benefits was determined using the projected benefit method prorated on services and the best estimate assumptions approved by the Teachers' Superannuation Commission. Aon Consulting Inc. prepared an actuarial valuation of the Teachers' Disability Benefits Plan as at June 30, 2005, and an extrapolation was made to June 30, 2006 and June 30, 2007.

The actuarial present value of benefits as at June 30, 2007 and the principal components of change in actuarial present values during the year were as follows:

($ 000s)	2007	2006
Actuarial present value of accrued disability benefits, beginning of year	$ 35,084	$ 40,329
INCREASE IN ACCRUED DISABILITY BENEFITS:		
Interest on accrued benefits	1,965	2,157
Benefits accrued	392	415
	2,357	2,572
DECREASE IN ACCRUED DISABILITY BENEFITS:		
Net experience	-	1,811
Benefits paid	6,309	6,006
	6,309	7,817
Actuarial present value of accrued disability benefits, end of year	31,132	35,084
Unfunded liability	$ 31,132	$ 35,084

The disability liability is based on a number of assumptions about future events, including interest rate, rate of salary increase, inflation rate, mortality, retirement rates and termination rates. The actual rates may vary significantly from the long-term assumptions used.

The assumptions used in determining the actuarial value of accrued disability benefits were the same as for determining the accrued pension benefits. (See Note 8)

The following illustrates the effect of changing certain assumptions from the assumed rates of salary 3.5%, interest 5.6% and inflation 2.5%.

Effect on Liability	Long-term assumptions					
	Salary		Interest rates		Inflation	
	2.5%	4.5%	4.6%-4.0%	6.6%-6.0%	1.5%	3.5%
Increase (decrease) ($000s)	$(109)	$112	$1,267	$(1,181)	$422	$(408)

The disability liability is long-term in nature and there is no market for settling these obligations. Therefore, determination of the fair value for the disability liability is not practicable.

11. Cash Flow Forecast

The total cash inflow is the amount of contributions and investment income expected to be received by the pension plan. The GRF contributions include matching contributions and additional amounts contributed pursuant to section 9(4) of the Act. The total cash outflow is the amount required to pay all pension obligations. The cash required is the amount by which the cash outflows exceed cash inflows and is forecast to the year 2037. The cash required will be funded from the proceeds of disposals of investments for the period 2007 to 2030. The forecast of cash inflows and outflows have been determined using the long-term assumptions used in the June 30, 2005 valuation. All amounts shown are based on actual dollar forecasts.

	Cash inflows				
	Teachers Contributions	GRF Contributions	Investment Income	Cash Outflows	Cash Required
	($ 000s)	($ 000s)	($ 000s)	($ 000s)	($ 000s)
2007-08	$ 9,259	$ 68,812	$ 91,677	$ 307,417	$ 137,669
2008-09	7,663	73,088	82,129	317,785	154,905
2009-10	6,037	90,594	71,844	328,506	160,031
2010-11	4,575	134,589	62,184	336,624	135,276
2011-12	3,460	181,741	54,394	342,347	102,752
Total within 5 years	$ 30,994	$ 548,824	$ 362,228	$ 1,632,679	$ 690,633
Total 6 to 10 years	$ 8,018	$ 1,248,614	$ 209,506	$ 1,708,871	$ 242,733
Total 11 to 30 years	$ 1,012	$ 4,743,918	$ 300,991	$ 5,583,531	$ 537,610

12. Fair Value of Financial Assets and Financial Liabilities

For the following financial instruments the fair value approximates their carrying value due to the immediate or short-term nature of these instruments. These financial instruments are interest and non-interest bearing and are due or payable within the next year.

- Due from GRF
- Accrued investment income
- Teachers' contributions receivable and GRF contributions receivable
- Accounts Payable
- Due to GRF

For investments, fair values are considered to be market value, the calculation of which is described in Note 2.

The actuarial accrued pension benefits are long-term in nature and there is no market for settling these obligations. Therefore, determination of the fair value of the actuarial accrued pension benefits is not practicable (see Note 8).

13. Comparative Figures

Certain prior year balances have been reclassified to conform with the current year's financial statement presentation.

Investment Schedules

SCHEDULE 1
TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS AND ACCRUED INTEREST AS AT JUNE 30 (UNAUDITED)

	2007		2006	
	Total Valued At Market ($000s)	Accrued Interest ($000s)	Total Valued At Market ($000s)	Accrued Interest ($000s)
Canada And Canada Guaranteed	$ 339,454	$ 2,147	$ 317,976	$ 1,901
Provincial and Provincially Guaranteed	178,411	1,396	161,338	1,278
Urban Municipalities and Hospitals	8,945	69	2,787	12
Corporate Debentures	127,514	1,385	125,415	1,247
Corporate Shares	387,487	679	471,886	969
Pooled Funds	474,496	-	384,797	-
Insured Mortgages - Principal and Real Estate	167,791	4	152,729	4
Short Term	45,762	191	14,541	45
Private Equity	16,803	-	10,524	-
Total	**$ 1,746,663**	**$ 5,871**	**$ 1,641,993**	**$ 5,456**

SCHEDULE 2
TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS ACQUIRED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments	Maturity Date	Coupon Interest Rate %	Market Value $
Debentures:			
Government of Canada	Dec. 01, 2008	4.25	151,862,917
Government of Canada	Jun. 01, 2009	3.75	101,180,059
Government of Canada	Jun. 01, 2010	5.50	26,353,503
Government of Canada	Sep. 01, 2010	4.00	24,759,988
Government of Canada	Sep. 01, 2011	3.75	92,157,413
Government of Canada	Jun. 01, 2012	0.00	14,812,560
Government of Canada	Jun. 01, 2014	5.00	22,839,804
Government of Canada	Jun. 01, 2016	4.00	199,771,129
Government of Canada	Jun. 01, 2025	0.00	13,925,870
Government of Canada	Jun. 01, 2033	5.75	20,808,355
Government of Canada	Jun. 01, 2037	5.00	122,376,692
Alberta Capital Finance Authority	Jun. 15, 2016	4.35	6,073,738
Alberta Capital Finance Authority	Jun. 15, 2017	4.65	2,248,536
Bank of Montreal	Jan. 31, 2011	4.69	1,163,097
Bank of Nova Scotia	Oct. 30, 2013	4.56	5,081,533
Bell Alliant Regional Com.	Sep. 26, 2011	4.72	4,066,797
Bell Alliant Regional Com.	Feb. 26, 2019	5.52	2,271,227
Canada Housing Trust	Mar. 15, 2008	4.40	65,479,993
Canada Housing Trust	Jun. 15, 2012	4.00	48,353,982
CIBC	Mar. 28, 2016	1.00	1,152,323
Citigroup Financial CDA	May 16, 2013	1.00	1,533,386
Citigroup Financial CDA	May 24, 2027	5.16	1,885,489
Farm Credit Corporation	Jun. 01, 2009	4.50	10,231,441
Farm Credit Corporation	Jun. 01, 2021	4.60	6,927,095
GE Capital Funding	May 2, 2011	4.75	5,552,742
GE Capital Funding	Jan. 17, 2017	4.55	2,228,796
Genesis Trust	Sep. 15, 2011	4.25	2,895,954
Greater Toronto Airports	Dec. 13, 2012	6.25	4,655,667
Great West Lifeco Fin. DE LP	Jun. 21, 2067	1.00	1,518,000
Merrill Lynch CDA. Fin. Co. MTN	Feb. 18, 2014	5.00	1,461,365
Merrill Lynch Assets Inc.	Jun. 12, 2035	5.25	588,143
Met Life Global	Feb. 10, 2011	4.50	1,745,685
Met Life Global	May 30, 2013	4.85	729,214
Municipal Finance Authority BC	Apr. 19, 2019	4.65	6,322,891
National Bank of Canada	Nov. 02, 2016	1.00	1,417,000
National Bank of Canada	Nov. 02, 2020	1.00	570,217
New York Life	Apr. 20, 2011	4.70	1,017,756
NV BK Nederlandse Gementeen	Feb. 15, 2019	4.55	2,725,237
NV BK Nederlandse Gementeen	Jun. 11, 2014	4.75	2,082,540
Ontario Infrastructure Projects	Jun. 01, 2037	4.70	3,129,156
Ontrea Inc.	Apr. 09, 2013	5.57	3,041,508
Province of British Columbia	Aug. 23, 2013	8.50	5,465,558
Province of British Columbia	Jun. 09, 2014	7.50	5,275,908

SCHEDULE 2
TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS ACQUIRED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments	Maturity Date	Coupon Interest Rate %	Market Value $
Province of British Columbia	Jun. 15, 2021	4.80	2,394,545
Province of British Columbia	Jun. 18, 2029	5.70	2,909,098
Province of British Columbia	Jun. 18, 2037	4.70	2,823,840
Province of Manitoba	Sep. 22, 2017	6.50	4,004,670
Province of Manitoba	Feb. 11, 2020	4.75	7,696,257
Province of New Brunswick	Jan. 27, 2034	5.50	1,853,212
Province of New Brunswick	Mar. 26, 2037	4.55	3,335,043
Province of Newfoundland	Oct. 17, 2033	5.60	2,781,773
Province of Newfoundland	Apr. 17, 2037	4.50	7,845,023
Province of Ontario	Mar. 08, 2016	4.40	1,591,582
Province of Ontario	Mar. 08, 2017	4.30	1,644,776
Province of Ontario	Jun. 02, 2018	5.50	5,384,800
Province of Ontario	Jun. 02, 2020	4.85	4,526,345
Province of Quebec	Dec. 01, 2016	4.50	11,916,134
Province of Quebec	Dec. 01, 2017	4.50	11,799,206
RBC Sub Nts Tr	Apr. 23, 2017	1.00	3,943,314
Royal Bank of Canada	May 7, 2012	4.53	2,075,917
Royal Bank of Canada	Jun. 20, 2014	4.97	3,588,528
TCHC Issuer Trust	May 11, 2037	4.88	1,634,332
Telus Corp.	Jun. 03, 2013	5.00	2,308,895
Telus Corp.	Mar. 15, 2017	4.95	1,704,199
Toronto Dominion Bank	Jan. 18, 2016	1.00	2,273,309
Toronto Dominion Bank	Dec. 14, 2016	4.78	3,941,000
Wells Fargo Financial CDA	Dec. 06, 2013	4.33	1,656,441
Shares:			
Accenture Ltd. Bermuda		--	2,670,061
AGF Management Ltd.		--	2,148,320
Agrium Inc.		--	5,101,464
Albemarle Corp.		--	3,367,757
Alcan Inc.		--	4,132,173
Alliance Atlantis Comm. Inc.		--	1,587,300
Apple Computer		--	2,851,462
AT & T Inc.		--	3,987,239
Bank of America Corporation		--	1,698,216
Bank of Nova Scotia Halifax		--	1,620,126
Berkley W R Corp		--	2,677,130
Brookfield Asset Mgmt.		--	1,836,152
Brookfield Properties Corporation		--	2,537,119
CAE Inc.		--	3,364,267
Cameco Corp.		--	3,959,828
Canadian Tire		--	779,543
Chevron Corp.		--	3,154,626
Cisco Systems Inc.		--	450,928

SCHEDULE 2
TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS ACQUIRED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments	Maturity Date	Coupon Interest Rate %	Market Value $
Coach Inc.		--	154,317
Corning Inc.		--	2,578,378
Deere + Co.		--	3,199,119
Duvernay Oil Corp.		--	1,075,808
Express Scripts Inc.		--	2,792,891
Exxon Mobil Corp.		--	561,954
Finning International		--	414,560
FNX Mining Co.		--	2,377,127
FPL Group Inc.		--	3,296,645
Franklin Resources Inc.		--	188,194
GE Asset Management Inc. - Private Equity		--	9,016,429
Gildan Activewear Inc.		--	2,791,164
Gilead Sciences Inc.		--	2,847,197
Gold Corp. Inc.		--	8,067,291
Google Inc.		--	2,741,390
Greystone EAFE Plus Fund		--	18,859,420
Greystone Small Cap Fund		--	96,639,220
Greystone US Midcap Growth		--	3,945,699
Greystone US Strategic Growth		--	2,474,250
Greystone US Strategic Value		--	4,643,738
Honeywell International Inc.		--	3,350,241
Hudbay Minerals Inc.		--	2,621,251
Husky Energy Inc.		--	1,195,275
International Business Machines		--	3,814,954
Inventiv Health Inc.		--	71,246
Kellogg Co.		--	3,100,274
Kroger Co.		--	1,874,720
Lam Resh Corp.		--	2,004,097
Linore Mining International Ltd.		--	2,723,734
Lockheed Martin Corp.		--	3,227,547
Macdonald Dettwiler and Associates		--	614,256
Manitowoc Inc.		--	2,566,043
Manulife Financial Corp.		--	1,624,518
McDonalds Corp.		--	3,567,317
McGraw Hill Cos. Inc.		--	107,473
Merck + Co. Inc.		--	4,012,173
Merrill Lynch & Co. Inc.		--	158,582
Methanex Corp.		--	710,784
Microsoft Corp.		--	1,432,514
Nabors Industries Ltd.		--	447,523
National Oilwell Varco Inc.		--	2,642,094
Nexen Inc.		--	10,535,152
Nordstrom Inc.		--	3,500,033
Omnicom Group Inc.		--	628,545

SCHEDULE 2

TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS ACQUIRED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments	Maturity Date	Coupon Interest Rate %	Market Value $
Pan American Silver Corp		--	2,787,038
Pepsico Inc.		--	483,911
Petro Canada		--	6,694,037
Praxair Inc.		--	124,459
Proctor & Gamble Co.		--	497,981
Research in Motion		--	252,909
Royal Bank of Canada		--	2,447,356
Schlumberger Ltd.		--	2,748,125
Shaw Communications		--	4,739,623
SPDR Trust		--	3,842,651
Textron Inc.		--	546,373
Tim Horton's Inc.		--	6,299,363
Transalta Corp.		--	2,654,852
Transcanada Corp.		--	3,809,685
Trican Well Service		--	568,878
United Health Group Inc.		--	2,155,203
US Bancorp Del.		--	127,756
Valero Energy Corp.		--	359,505
Wachovia Corp.		--	143,447
Zimmer Holdings Inc.		--	1,255,182
Mortgages And Real Estate:			
Explorer Drive		--	1,527,825
410 & 7 Equities Inc.		--	559,610
GPMI - Ipsco, Alberta		--	238,411
GPMI - Milton, Ontario		--	83,623
GPMI - MT Lehman		--	634,320
GPMI - Sunrise Towne, Alberta		--	877,861
GPMI - Wagon Wheel		--	325,702
Hewlett Packard		--	660,472
KS Equities No 2 Inc.		--	109,036
KS Equities No 3 Inc.		--	548,530
Rodick Equities Inc.		--	1,545,238
Rutherford Properties Ltd.		--	300,603
Saskpen Properties		--	2,139,600
Silver Seven Equities Inc.		--	1,277,296
Town & Country British Columbia		--	123,609
T.V. Equities Inc.		--	879,432
Twin Equities Inc. Alberta		--	6,103,175
University Equities		--	28,608
West Island Equities Inc.		--	1,718,457
Wireless Way Equities Inc.		--	662,830
Short Term:		--	771,820,448
Total			**$ 2,207,988,341**

SCHEDULE 3
TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS DISPOSED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments	Maturity Date	Coupon Interest Rate %	Market Value $
DEBENTURES:			
Government of Canada	Dec. 01, 2008	4.25	151,375,795
Government of Canada	Jun. 01, 2009	3.75	57,089,610
Government of Canada	Sep. 01, 2010	4.00	59,872,657
Government of Canada	Sep. 01, 2011	3.75	53,619,950
Government of Canada	Jun. 01, 2014	5.00	5,531,037
Government of Canada	Jun. 01, 2016	4.00	256,716,968
Government of Canada	Jun. 01, 2025	0.00	15,241,164
Government of Canada	Jun. 01, 2033	5.75	31,184,674
Government of Canada	Jun. 01, 2037	5.00	154,924,489
Aeroports De Montreal	Oct 11, 2033	6.61	252,560
Alberta Capital Finance Authory	Dec. 15, 2011	4.44	4,742,745
Alberta Capital Finance Authory	Jun. 15, 2016	4.35	2,248,238
Alberta Municipal Finance Corporation	Jun. 01, 2012	5.85	1,311,626
Alliance Pipeline	Jun. 30, 2023	7.18	617,044
Bank of Montreal	Apr. 21, 2021	5.10	1,970,848
Bank of Montreal Que.	Jan. 31, 2011	4.69	422,179
Bank of Montreal Que.	Apr. 22, 2020	1.00	583,580
Bank of Nova Scotia	Apr. 7, 2008	4.26	2,965,058
Bank of Nova Scotia	Oct 30, 2013	4.56	236,314
Bank of Nova Scotia Halifax	Feb. 18, 2010	3.93	2,418,582
BCE Inc.	Oct. 30, 2007	6.75	1,966,182
Belliant Regional Com.	Sep. 26, 2011	4.72	1,146,305
Canada Housing Trust	Mar. 15, 2008	4.40	65,458,515
Canada Housing Trust	Mar. 15, 2011	4.05	47,609,031
Canadian Imperial Bank	Mar. 28, 2016	1.00	422,294
Citigroup Financial Canada	Dec. 14, 2009	1.00	3,489,283
Citigroup Financial Canada	Feb. 03, 2011	1.00	1,628,542
Degrees First CMBS	Nov. 15, 2020	5.67	416,232
Farm Credit Corp.	Jun. 01, 2021	4.60	6,871,224
Financement Quebec	Dec. 01, 2009	4.75	3,078,270
407 International Inc.	Aug. 15, 2007	9.00	3,239,267
GE Capital Canada Funding Co	Oct. 23, 2009	5.65	222,044
GE Capital Canada Funding Co	Feb. 07, 2011	4.40	3,497,139
GE Capital Canada Funding Co	May 02, 2011	4.75	246,975
Genesis Trust	Mar. 15, 2010	4.00	1,593,013
Genesis Trust	Sep 15, 2011	4.25	384,013
Glacier Credit Card Trust	Oct. 15, 2008	4.16	2,794,027
Glacier Credit Card Trust	Nov. 20, 2008	4.44	422,110
Goldman Sachs Group Inc.	Jun. 01, 2016	5.25	5,130,369
Greater Toronto Airports	Jun. 02, 2008	5.17	2,680,261
Greater Toronto Airports	Dec. 13, 2012	6.25	217,381
Greystone Capital	Oct. 24, 2007	7.00	200,000

SCHEDULE 3
TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS DISPOSED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments	Maturity Date	Coupon Interest Rate %	Market Value $
HSBC Finance	May 03, 2010	4.00	195,617
Loblaw Companies Ltd.	Jun. 09, 2034	6.05	1,825,189
Merrill Lynch Canada Finance	Sep. 12, 2008	4.70	2,794,460
Merrill Lynch Financial Assets Inc.	Apr. 15, 2011	6.79	337,617
National Bank of Canada	Nov. 02, 2020	1.00	428,122
Province of British Columbia	Aug 30, 2013	8.50	5,332,915
Province of British Columbia	Sep 08, 2023	8.00	2,343,533
Province of Manitoba	Jun. 03, 2013	4.25	5,355,193
Province of Manitoba	Dec. 03, 2015	5.20	3,948,140
Province of Manitoba	Sep. 22, 2017	6.50	3,830,132
Province of Manitoba	Mar. 5, 2037	5.70	3,849,009
Province of Nova Scotia	Sep. 01, 2010	6.40	268,125
Province of Ontario	Mar. 08, 2015	4.50	1,591,734
Province of Ontario	Mar. 08, 2016	4.40	1,619,469
Province of Ontario	Jun. 02, 2018	5.50	4,526,370
Province of Ontario	Mar. 08, 2029	6.50	2,941,260
Province of Ontario	Jun. 02, 2035	5.60	5,383,347
Province of Quebec	Dec. 01, 2015	5.00	12,661,452
Province of Quebec	Dec. 01, 2016	4.50	11,880,761
Province of Quebec	Dec. 01, 2036	5.75	2,813,081
Province of Saskatchewan	Sep. 05, 2031	6.40	3,279,603
Province of Saskatchewan	Mar. 05, 2037	5.00	1,873,010
RBC Sub NTS Trust	Apr. 30, 2017	1.00	253,552
Royal Bank of Canada	Nov. 04, 2018	1.00	2,330,981
Royal Bank of Canada Montreal	May 07, 2012	4.53	2,040,044
Royal Bank of Canada Montreal	Jun. 05, 2014	4.97	202,725
Sun Life Financial Inc.	Nov. 23, 2035	4.80	417,830
Telus Corp.	Jun. 03, 2013	5.00	2,186,280
Telus Corp.	Mar. 15, 2017	4.95	1,650,127
Toronto Dominion Bank Ont.	Sep. 05, 2013	1.00	3,157,763
Toronto Dominion Bank Ont.	Jun. 03, 2018	1.00	2,683,679
TransCanada Pipelines Ltd.	Feb. 05, 2026	8.29	907,375
Wells Fargo Financial Canada Corp.	Jun. 29, 2009	4.75	227,924
Wells Fargo Financial Canada Corp.	Dec. 12, 2012	4.40	1,754,110
SHARES:			
Accenture Ltd. Bermuda		--	76,444
AGF Management Ltd.		--	168,220
Agrium Inc.		--	490,394
Albemarle Corp.		--	3,329,493
Alcan Inc.		--	5,662,748
Aliment Couche-Tard Inc.		--	4,275,680
Alliance Atlantis Comm. Inc.		--	1,633,727
Amgen Inc.		--	3,218,085
Apache Corp.		--	3,053,002

SCHEDULE 3
TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS DISPOSED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments	Maturity Date	Coupon Interest Rate %	Market Value $
Apple Inc.		--	1,486,178
ATI Technologies Inc.		--	4,063,426
Bank of America Corporation		--	920,789
Bank of Nova Scotia Halifax		--	10,085,658
Barrick Gold Corp.		--	8,488,581
Berkley W R Corp.		--	31,000
Brookfield Asset Mgmt.		--	6,438,410
Brookfield Properties Corporation		--	340,806
Burlington Northern Santa FE		--	4,434,751
Cae Inc.		--	2,147,374
Cameco Corp.		--	6,668,254
Canadian Imperial Bank of Commerce		--	6,224,345
Canadian National Railways		--	7,924,633
Canadian Natural Resources		--	6,133,555
Capital One Financial Co.		--	2,805,814
Casey's General Store Inc.		--	1,003,210
Caterpillar Inc.		--	2,733,125
CGI Group Inc.		--	2,030,243
Chevron Corp.		--	35,723
Church & Dwight Co.Inc.		--	1,269,243
Cisco Systems Inc.		--	829,214
Citigroup Inc.		--	877,597
Coach Inc.		--	2,295,642
Corning Inc.		--	32,521
Deere + Co.		--	39,194
Duvernay Oil Corp.		--	1,791,759
Encana Corporation		--	11,974,729
Exelon Corp.		--	2,942,177
Express Scripts Inc.		--	36,803
Exxon Mobil Corp.		--	295,723
Falconbridge Ltd.		--	12,642,447
Finning International		--	2,606,299
First Quantum Minerals Ltd.		--	3,291,517
Forest Labs Inc.		--	2,531,546
FPL Group Inc.		--	119,656
Franklin Resources Inc.		--	2,193,042
Freescale Semiconductor Inc.		--	2,904,298
GE Asset Management Inc. - Private Equity		--	1,977,875
General Electric Co.		--	4,241,071
Gildan Activewear Inc.		--	894,346
Gilead Sciences Inc.		--	187,657
Glamis Gold Ltd.		--	8,172,403
Gold Corp. Inc.		--	7,912,395
Google Inc		--	793,318
Greystone EAFE Plus Fund		--	83,637,032

SCHEDULE 3
TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS DISPOSED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments	Maturity Date	Coupon Interest Rate %	Market Value $
Greystone Small Cap Fund		--	22,375,000
Greystone US Strategic Growth		--	3,000,000
Greystone US Strategic Value		--	8,650,636
Home Capital Group Inc.		--	3,533,468
Home Depot Inc.		--	2,780,137
Honeywell International Inc.		--	42,096
Hudbay Minerals Inc.		--	325,794
Husky Energy Inc.		--	7,299,915
Ingersoll-Rand Co.		--	3,288,215
International Business Machines		--	524,560
Inventiv Health Inc.		--	101,606
Kellogg Co.		--	113,798
Kroger Co.		--	20,950
Lam Resh Corp.		--	22,314
Lionore Mining International Ltd.		--	2,800,031
Lockheed Martin Corp.		--	122,809
MacDonald Dettwiler + Associates		--	2,083,942
Manitowoc Inc.		--	34,348
Manulife Financial Corp.		--	11,964,240
McDonalds Corp.		--	44,169
McGraw Hill Cos. Inc.		--	170,824
Merck + Co. Inc.		--	47,694
Merrill Lynch & Co. Inc.		--	1,635,207
Methanex Corp.		--	644,549
Microsoft Corp.		--	1,374,272
Nabors Industries Ltd.		--	1,681,072
National Bank of Canada Montreal Que.		--	3,120,998
National Oilwell Varco Inc.		--	32,830
Nexen Inc.		--	5,820,647
Nordstrom Inc.		--	701,163
Occidental Pete Corp.		--	3,043,458
Omnicom Group Inc.		--	180,724
Pan America Silver Corp.		--	507,515
Pepsico Inc.		--	584,430
Pfizer Inc.		--	3,269,706
Phelps Dodge Corp.		--	3,486,395
Power Corporation of Canada		--	6,431,437
Power Financial Corp.		--	1,021,080
Praxair Inc.		--	202,936
Precision Drilling		--	5,324,490
Proctor & Gamble Co.		--	1,988,914
Qualcomm Inc.		--	2,681,054
Quest Diagnostics		--	2,703,167
Qualcomm Inc.		--	2,681,054

SCHEDULE 3
TEACHERS' SUPERANNUATION FUND
SCHEDULE OF INVESTMENTS DISPOSED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments	Maturity Date	Coupon Interest Rate %	Market Value $
Research in Motion		--	8,807,371
Rogers Communication		--	7,178,660
Rona Inc.		--	4,019,962
Royal Bank of Canada		--	12,251,198
Schlumberger Ltd.		--	97,311
Shaw Communications		--	2,706,548
Shoppers Drug Mart		--	5,911,291
SNC -Lavalin Group		--	3,258,815
SPDR Trust		--	3,796,566
Suncor Energy Inc.		--	8,309,497
Talisman Energy Inc.		--	9,898,579
Teck Cominco Ltd.		--	9,971,619
Telus Corp.		--	8,431,997
Texas Instruments Inc.		--	2,792,656
Textron Inc.		--	3,334,626
Tim Horton's Inc.		--	3,591,565
Transalta Corp.		--	337,990
TransCanada Corp.		--	4,708,000
Trican Well Service		--	1,790,302
TXU Corp.		--	2,090,695
United Health Group Inc.		--	1,464,896
US Bancorp Del.		--	1,359,224
Valero Energy Corp.		--	1,246,226
Wachovia Corp.		--	240,827
West Jet Airlines		--	1,312,464
MORTGAGES AND REAL ESTATE:			
Crossroads Shopping Centre		--	47,551
Enterprise Property		--	986
Explorer Drive		--	5,230,037
GPMI - MT Lehman		--	477,180
KS Equities Inc.		--	179,219
KS Equities No. 2 Inc.		--	3,678,939
Parkway Office - Mortgage		--	62,487
Parkway Office - Real Estate		--	39,482
Rutherford Property Ltd.		--	1,441,701
Saskpen Properties Ltd.		--	1,634,225
Stock Exchange		--	3,253,719
Terra Losa Equities Ltd.		--	3,830,501
Town & Country British Columbia		--	6,021,503
Twin Equities Inc. Alberta		--	3,639,750
SHORT-TERM:			722,572,300
TOTAL			$ **2,282,280,437**

SCHEDULE 4
TEACHERS' VOLUNTARY CONTRIBUTIONS FUND
SCHEDULE OF INVESTMENTS AND ACCRUED INTEREST, AS AT JUNE 30, 2007
(UNAUDITED)

Investments	2007 Total Valued At Market ($000s)	Accrued Interest ($000s)	2006 Total Valued At Market ($000s)	Accrued Interest ($000s)
Pooled Funds	$ 3,963	$ --	$ 3,551	1
Total	$ 3,963	$ --	$ 3,551	1

SCHEDULE 5
VOLUNTARY CONTRIBUTIONS FUND
SCHEDULE OF INVESTMENTS ACQUIRED, YEAR ENDED JUNE 30, 2007
(UNAUDITED)

Investments		Market Value
POOLED FUNDS:		
Greystone Canadian Equity Fund	$	127,868
Greystone EAFE Plus Fund		13,289
Greystone US Equities Fund		41,191
Greystone Fixed Income Fund		281,681
SHORT-TERM		227,387
TOTAL	**$**	**691,416**

SCHEDULE 6
VOLUNTARY CONTRIBUTIONS FUND
SCHEDULE OF INVESTMENTS DISPOSED, YEAR ENDED JUNE 30, 2007 (UNAUDITED)

Investments		Market Value
POOLED FUNDS:		
Greystone Canadian Equity Fund	$	212,728
Greystone EAFE Plus Fund		48,000
Greystone US Equities Fund		25,000
Greystone Fixed Income Fund		60,000
SHORT-TERM:		148,455
TOTAL	**$**	**494,183**